DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION

Conrad Unit Office



STEVE BULLOCK, GOVERNOR

(406) 278-7869 FAX NUMBER (406) 278-7077 P O Box 961 CONRAD, MONTANA 59425-0961

March 11, 2019

To: All Interested Parties

The 2003 State Legislature passed statutes (77-2-361 through 367 MCA) authorizing the Department of Natural Resources and Conservation (DNRC) to sell State School Trust Lands and utilize those funds to purchase replacement lands for the school trust through a process called Land Banking. The intent of the program is for the state to dispose of scattered tracts of land that generally do not have legal access, generate substantially less income for the trust than their relative value or are difficult for the DNRC to manage. The funds generated from sales are then used to purchase property that is blocked or contiguous to state land, has legal access, has potential for increased Trust revenue and consequently is more efficient to manage.

In 2005 the Department started accepting nominations from lessees and DNRC personnel for state tracts to be considered for sale under the program. Nominations were evaluated and the State Board of Land Commissioners prioritized parcels to sell. To date, the Department and the Board have sold 80,165 acres of Trust Land and purchased 98,228 acres of replacement lands. The tracts listed on the attached spreadsheet were recently nominated, evaluated, and are now being considered for sale.

We are currently conducting an analysis under the Montana Environmental Policy Act (MEPA) of the impacts that may occur as a result of the proposed land sale. You have been identified by the DNRC to receive this scoping notice as a neighboring land owner, member of the negotiated rule making committee, trust beneficiary, local legislator, government agency and/or or other interested party. The analysis is to be completed for all of the tracts under consideration prior to presenting a list to the Board for preliminary approval. If approval is received from the Board, the Department will then conduct appraisals to determine an estimated value and recommended minimum bid price for each tract proposed for sale. The list will then be brought back before the Board to establish the minimum acceptable bid for each tract and approval to proceed with the sale process.

By this letter, DNRC is requesting comments under MEPA regarding the possible sale of the attached tracts. Comments will be considered if received no later than April 19, 2019 and may be sent to:

> DNRC - Conrad Unit Office PO Box 961 Conrad. MT 59425 Or by email at: eeneboe@mt.gov

Should you have further questions or need additional information, I can be contacted at (406)-278-7869.

Sincerely,

Erik Eneboe Conrad Unit Manager

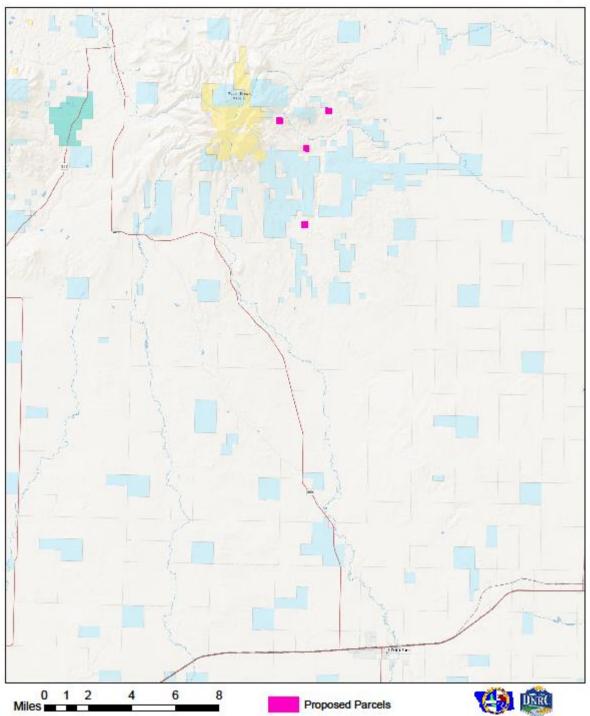
Central Land Office - DNRC

LAND BANKING – PROPOSED TRACTS FOR SALE

Lease #	<u>County</u>	<u>Portion</u>	<u>Section</u>	<u></u>	<u>R</u>	<u>Acres</u>	<u>Trust</u>	Classification	Legal Access
4638	Liberty	SE4SE4	27	36N	5E	40.00	Common Schools	Grazing	No
6510	Liberty	NW4SE4	21	36N	5E	40.00	Common Schools	Grazing	No
10463	Liberty	NE4NE4	23	36N	5E	40.00	Common Schools	Grazing	No
7827	Liberty	SE4NE4	15	35N	5E	40.00	Common Schools	Grazing	No
7481	Pondera	Lots 5, 6	6	28N	8W	68.56	Common Schools	Grazing	No
7481	Pondera	SW4SE4	33	29N	8W	40.00	Common Schools	Grazing	No
7702	Teton	SE4NE4	27	23N	7W	40.00	Capitol Buildings	Grazing	No
9248	Teton	NE4SE4	24	26N	7W	40.00	Capitol Buildings	Grazing	No
9788	Teton	SW4SW4	8	27N	8W	40.00	Capitol Buildings	Grazing	No
5842	Toole	NW4NE4	30	36N	4W	40.00	Capitol Buildings	Grazing	No
10340	Toole	SE4NW4	12	34N	2W	40.00	Capitol Buildings	Grazing	No

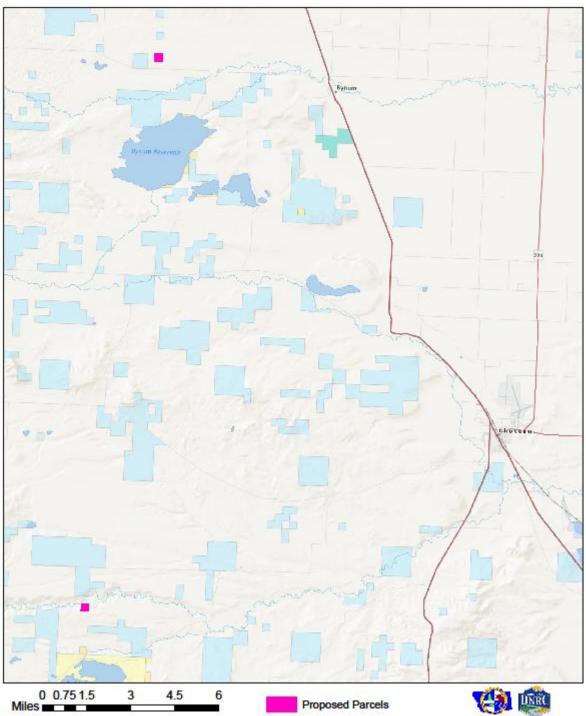
Montana DNRC Conrad Unit - Proposed Land Banking Parcels Chester Area - Liberty County





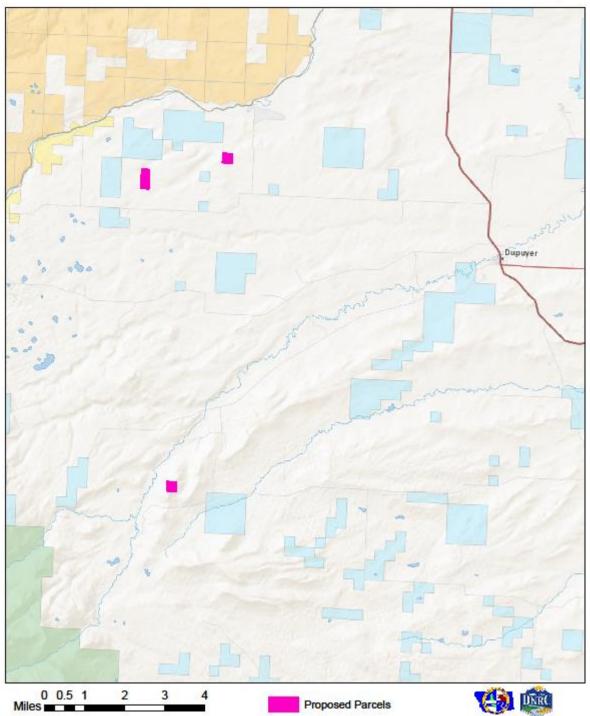
Montana DNRC Conrad Unit - Proposed Land Banking Parcels Choteau Area - Teton County





Montana DNRC Conrad Unit - Proposed Land Banking Parcels Dupuyer Area - Teton and Pondera Counties





Montana DNRC Conrad Unit - Proposed Land Banking Parcels Shelby Area - Toole County



